

STATE OF MICHIGAN
COMBINED STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN RETAINED EARNINGS AND FUND BALANCES
PROPRIETARY FUND TYPES, SIMILAR TRUST FUNDS, AND DISCRETELY PRESENTED COMPONENT UNITS
FISCAL YEAR ENDED SEPTEMBER 30, 1999
(In Thousands)

	PROPRIETARY FUND TYPES		TOTALS PRIMARY GOVERNMENT (MEMORANDUM ONLY)	COMPONENT UNITS
	ENTERPRISE	INTERNAL SERVICE		
OPERATING REVENUES				
Operating revenues	\$ 2,297,741	\$ 877,963	\$ 3,175,704	\$ 63,915
Interest income	-	-	-	371,374
Investment revenue (net)	-	-	-	5,388
Miscellaneous	-	-	-	38,051
Total Operating Revenues	<u>2,297,741</u>	<u>877,963</u>	<u>3,175,704</u>	<u>478,728</u>
OPERATING EXPENSES				
Salaries, wages, and other administrative	245,328	161,081	406,408	84,340
Interest expense	-	-	-	277,812
Depreciation	648	29,090	29,739	310
Purchases for resale	386,170	32,262	418,432	439
Purchases for prison industries	-	12,236	12,236	-
Lottery prize awards	944,508	-	944,508	-
Premiums and claims	-	624,706	624,706	-
Other operating expenses	576	46,495	47,071	121,396
Total Operating Expenses	<u>1,577,230</u>	<u>905,869</u>	<u>2,483,099</u>	<u>484,297</u>
Operating Income (Loss)	<u>720,511</u>	<u>(27,906)</u>	<u>692,605</u>	<u>(5,569)</u>
NONOPERATING REVENUES (EXPENSES)				
Specific tax on spirits	9,304	-	9,304	-
Federal grant revenue	-	-	-	72,353
Interest revenue	8,584	-	8,584	1,281
Investment revenue (expense) - net	(15,005)	-	(15,005)	-
Other nonoperating revenues	41	30	70	9,363
Nonoperating grants	-	-	-	(120,695)
Amortization of prize award obligation discount	(73,267)	-	(73,267)	-
Interest expense	(14,550)	(1,739)	(16,288)	(231)
Other nonoperating expenses	-	(552)	(552)	(14)
Total Nonoperating Revenues (Expenses)	<u>(84,892)</u>	<u>(2,261)</u>	<u>(87,154)</u>	<u>(37,942)</u>
Income (Loss) Before Operating Transfers	<u>635,618</u>	<u>(30,167)</u>	<u>605,451</u>	<u>(43,512)</u>
OPERATING TRANSFERS				
Operating transfers from component units	-	-	-	126,814
Operating transfers from primary government	-	-	-	1,809
Operating transfers to other funds	(742,401)	(270)	(742,671)	-
Operating transfers to primary government	-	-	-	(995)
Total Operating Transfers In (Out)	<u>(742,401)</u>	<u>(270)</u>	<u>(742,671)</u>	<u>127,628</u>
Net Income (Loss)	<u>(106,783)</u>	<u>(30,437)</u>	<u>(137,220)</u>	<u>84,117</u>
Retained Earnings and Fund Balances -				
Beginning of fiscal year - restated	182,814	81,762	264,576	854,026
Effect of accounting change	-	-	-	(171,381)
Retained Earnings and Fund Balances -				
Beginning of fiscal year	<u>182,814</u>	<u>81,762</u>	<u>264,576</u>	<u>682,645</u>
Equity transfers to other funds	(6,500)	-	(6,500)	-
Equity transfers to component units	-	-	-	(36,118)
Retained Earnings and Fund Balances -				
End of fiscal year	<u>\$ 69,531</u>	<u>\$ 51,325</u>	<u>\$ 120,856</u>	<u>\$ 730,643</u>

The accompanying notes are an integral part of the financial statements.